CO₂ TRANSPORT – BUILDING ON THE CURRENT FRAMEWORK TO MEET THE DEMANDS OF WIDELY DEPLOYED, COMMERCIAL SCALE CCS SYSTEMS

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CO₂ TRANSPORT FOR COMMERCIAL SCALE CCS SYSTEMS

- 1) The Evolving Framework for CO₂ Pipeline Systems
- 2) Pipeline CO₂ Specifications
- 3) Existing Transportation (Pipeline) Models
- 4) The Future Challenge Examples of Networks
- 5) Point-to-Point, Ownership and Open Access Issues
- 6) Facilitating the Pipelines Government/Quasi Government and Commercial Facilitators

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- The Technology and Best Practices Sharing of the Oil and Gas Industry

THE EVOLVING FRAMEWORK

for CO₂ Pipeline Systems

- Type I Special, Single Use Pipelines (Case-by-case Specifications for Carried Fluid Composition)
- Type II The North American Network i.e.,
 Multiple Source and User Lines
 (Strict Specified CO₂ Composition)
- Type III Hybrid Lines (Relaxed but Controlled CO₂ Composition)

TYPE I

SPECIAL, SINGLE USE "CO₂" PIPELINES

- Does Not Attempt to Commoditize CO₂
- Minimizes Processing Cost of CO₂
- Specification of Carrier (Injectate) Fluid Could Vary Widely
- Would Most Often be a Short Run Pipeline Connecting Single Source to Single Sinks or Sink Clusters
- Common Source-to-Sink Ownership

No Current (High Volume) Operational Models for Type I CO₂ Pipelines

Current CO₂ Pipeline Systems

(Emphasized Herein) i.e., Commodity CO₂ Lines

Types II and III

Type II

MULTIPLE SOURCE AND USER LINES (HIGH VALUE AND SPECIFIED CO₂ COMPOSITION)

- Designed to Connect Multiple Sources with Multiple Sinks
- Strict Specifications for CO₂
- Multiple Pipeline Interconnects
- Several Pipeline Models Exist Today that can/will Interconnect to Future Lines (Perhaps Evolving to a North American CO₂ Pipeline Network)

Type III HYBRID CO₂ PIPELINES

- Can Include Multiple Sources and Multiple Sinks
- Locally Sink-Defined Specifications for CO₂
- Commodity Pipeline (Lower Value Carrier Fluid)
 - e.g., High H₂S, High N₂ (ECBM)
- Shorter Run Pipelines
- Possible Special Operational Safety Issues
 - e.g., High H₂S Concentrations

EXISTING TRANSPORTATION MODELS

The Major* North American CO₂ Pipelines Ref: Melzer Consulting '07

					Estimated Max Flow			
PIPELINE	Owner/Operator	Length (mi)	Length (km)	Diameter - in	Capacity (mmcfpd)	Capacity (million tons/yr	Location	PL Type
Adair	Apache	15	24	4	47	1.0	TX	II
Anadarko Powder River Basin CO2 PL	Anadarko	125	201	16	204	4.3	WY	II
Anton Irish	Оху	40	64	8	77	1.6	TX	II
Bravo	Oxy Permian	218	351	20	331	7.0	NM,TX	II
Canyon Reef Carriers	Kinder Morgan	139	224	16	204	4.3	TX	II
Centerline	Kinder Morgan	113	182	16	204	4.3	TX	II
Central Basin	Kinder Morgan	143	230	16	204	4.3	TX	II
Chaparral	Chaparral Energy	23	37	6	60	1.3	OK	II
Choctaw	Denbury Resources	183	294	20	331	7.0	MS,LA	II
Comanche Creek (2007 reactivated)	PetroSource	100	161	6	60	1.3	TX	II
Cordona Lake	XTO	7	11	6	60	1.3	TX	II
Cortez	Kinder Morgan	502	808	30	1117	23.6	TX	II
Dollarhide	Chevron	23	37	8	77	1.6	TX	II
El Mar	Kinder Morgan	35	56	6	60	1.3	TX	II
Enid-Purdy (Central Oklahoma)	Anadarko	117	188	8	77	1.6	OK	II
Este I - to Welch, Tx	ExxonMobil, et al	40	64	14	160	3.4	TX	II
Este II - to Salt Crk Field	ExxonMobil	45	72	12	125	2.6	TX	II
Ford	Kinder Morgan	12	19	4	47	1.0	TX	II
Joffre Viking	Penn West Petroleum Ltd.	8	13	6	60	1.3	Alberta	II
Llano	Trinity CO2	53	85	12-8	77	1.6	NM	II
Pecos County	Kinder Morgan	26	42	8	77	1.6	TX	II
Raven Ridge	Chevron	160	257	16	204	4.3	WY/Co	II
Sheep Mtn	British Petroleum	408	656	24	538	11.4	TX	II
Shute Creek	ExxonMobil	30	48	30	1117	23.6	WY	II
Slaughter	Oxy Permian	35	56	12	125	2.6	TX	II
Transpetco	TransPetco	110	177	8	77	1.6	TX,OK	II
W. Texas	Trinity CO2	60	97	12-8	77	1.6	TX,NM	II
Wellman	PetroSource	25	40	6	60	1.3	TX	II
White Frost	Core Energy, LLC	11	18	6	60	1.3	MI	II
Wyoming CO2	ExxonMobil	112	180	20-16	204	4.3	WY	II
Dakota Gasification (Souris Valley)	Dakota Gasification	204	328	16	204	4.3	ND/Sask	III
Pikes Peak	PetroSource	40	64	8	77	1.6	TX	III
Val Verde	PetroSource	83	134	10	98	2.1	TX	III

Totals: 3,245 5,221

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Estimated Max Flow Estimated Max Flow

^{*} Tabulation does not include many shorter high pressure trunk lines to indiividual fields

CO₂ PIPELINE SPECIFICATIONS

EXAMPLE 1 (Type II)

NATURAL SOURCE Permian Basin CO2	•	•
Gas specifications		
CO2	95%	by volume
H ₂ S	<10	ppmbw
Sulphur	<35	ppmbw
Total Hydrocarbons	<5%	by volume
CH4	_	not specified
C2+ hydrocarbons	_	not specified
co	-	not specified
N ₂	<4%	by volume
O2	<10	ppmbw
H ₂ O	<25	#/mmcf

^{*} Personal Communications

CO₂ PIPELINE SPECIFICATIONS

EXAMPLE 2 (Type II)

NATURAL SOURCE (COMPANY "Y") Permian Basin CO ₂ Specifications*				
	2 0 0 0 0 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 11 10 10			
Gas specifications				
CO2	95% by volume			
H ₂ S	<20 ppm bw			
Sulphur	<30 ppm bw			
Total Hydrocarbons	<5% mole %			
CH4	 not specified 			
C2+ hydrocarbons	 not specified 			
[co	 not specified 			
N2	<4% mole %			
O2	<10 ppm bw			
H ₂ O	<30 #/mmcf			

^{*} Personal Communications

CO₂ PIPELINE SPECIFICATIONS

EXAMPLE 3 (Type III)

Dakota Gasification Corporation WEYBURN PIPELINE				
Gas specifications				
CO2	96% by volume			
H ₂ S	0.90%			
Sulphur	-			
Total Hydrocarbons	-			
CH4	0.70%			
C2+ hydrocarbons	2.30%			
CO CO	0.10%			
N ₂	<300 ppmbv			
O2	<50 ppmbv			
H2O	< <u>20</u> ppmbv			

^{*} Ref: http://www.apgtf-uk.com/15Jan03/pdf/09%20RILEY%20Transport%2015Jan03.pdf

SUMMARY OF CO₂ PIPELINE SPECIFICATIONS

11	 - 111

Parameter	Example 1 E	xample 2E	xample 3
CO2 - % by volume	95%	95%	96%
H ₂ S - ppmbw	10	20	10,000
Sulphur - ppmbw	35	30	-
Total Hydrocarbons - % by volume	5	5	_
CH4 - % by volume	-	-	700
C2+ hydrocarbons - % by volume	-	-	23,000
CO - % by volume	-	-	1,000
N2 - % by volume/wt	4	4	300
O2 - ppm by wt/vol	10	10	50
H2O - #/mmcf*or ppm by vol	25*	30*	20

CONTAMINANT ISSUES Affecting CO₂ Commodity Value

Pipeline Corrosion (Water and Oxygen)

Safety (e.g., H₂S)

Dense (Critical) Phase Degradation

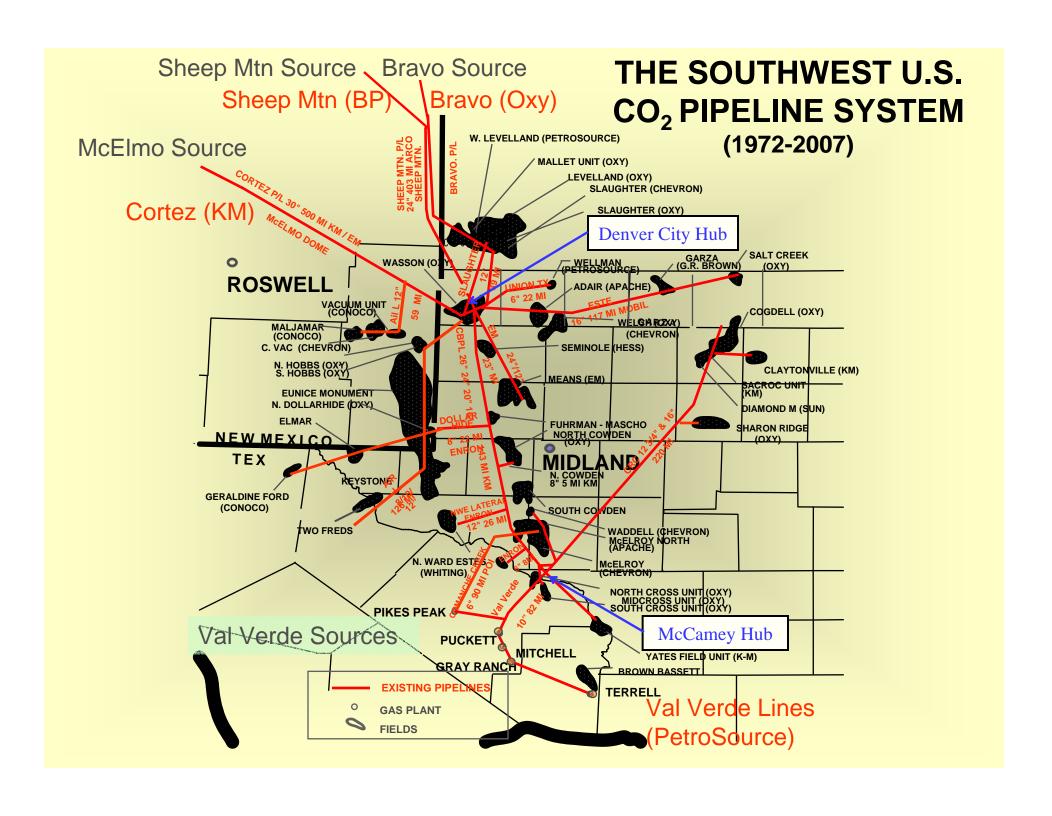
Reservoir Microbial Activity (e.g., Oxygen)

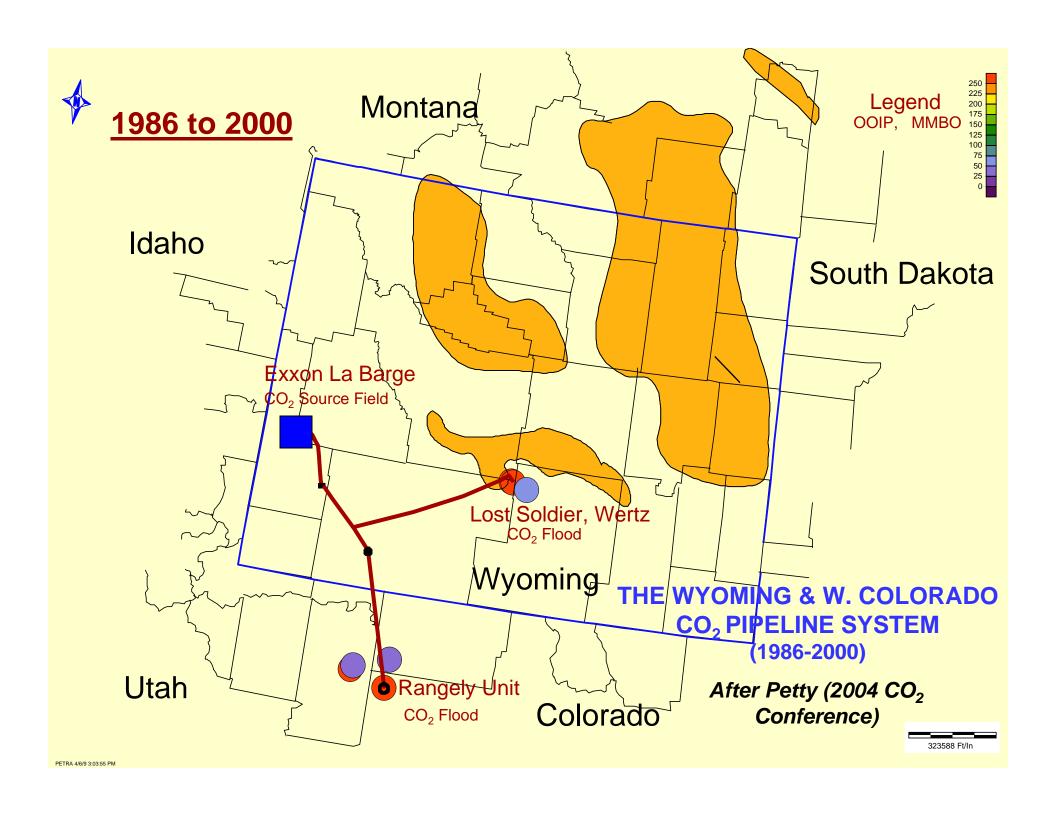
Oil Miscibility (Methane and Nitrogen)

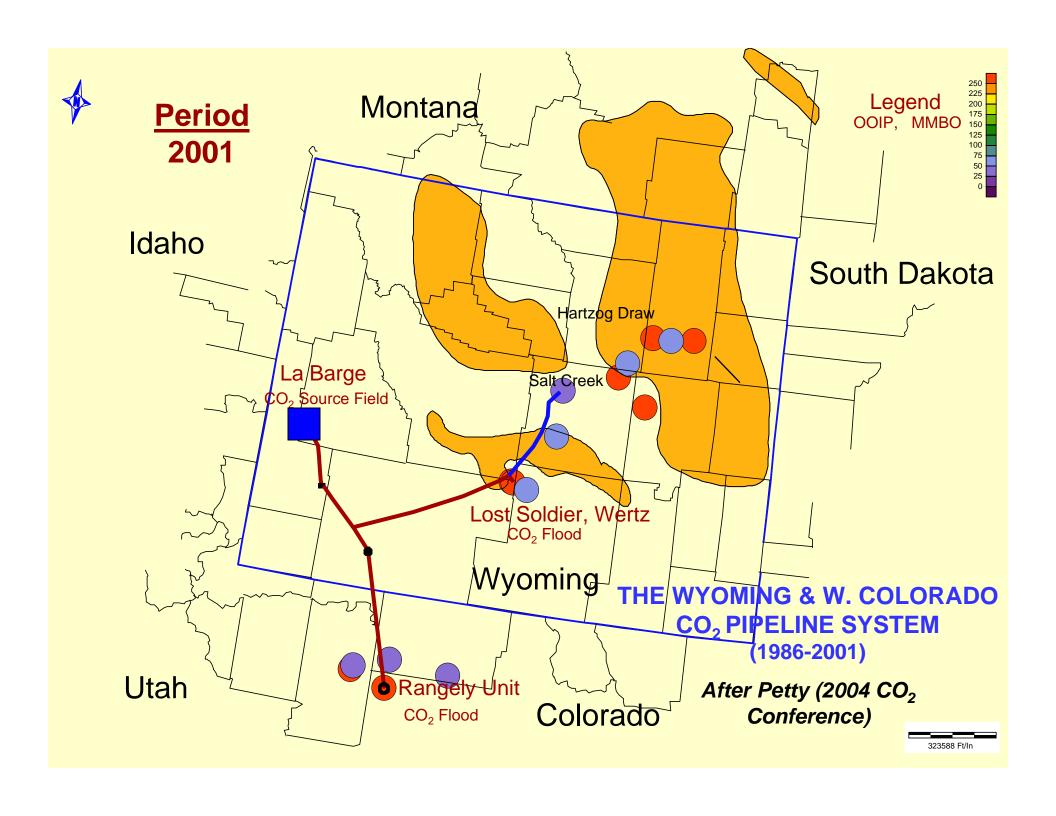
Enhanced Gas Recovery

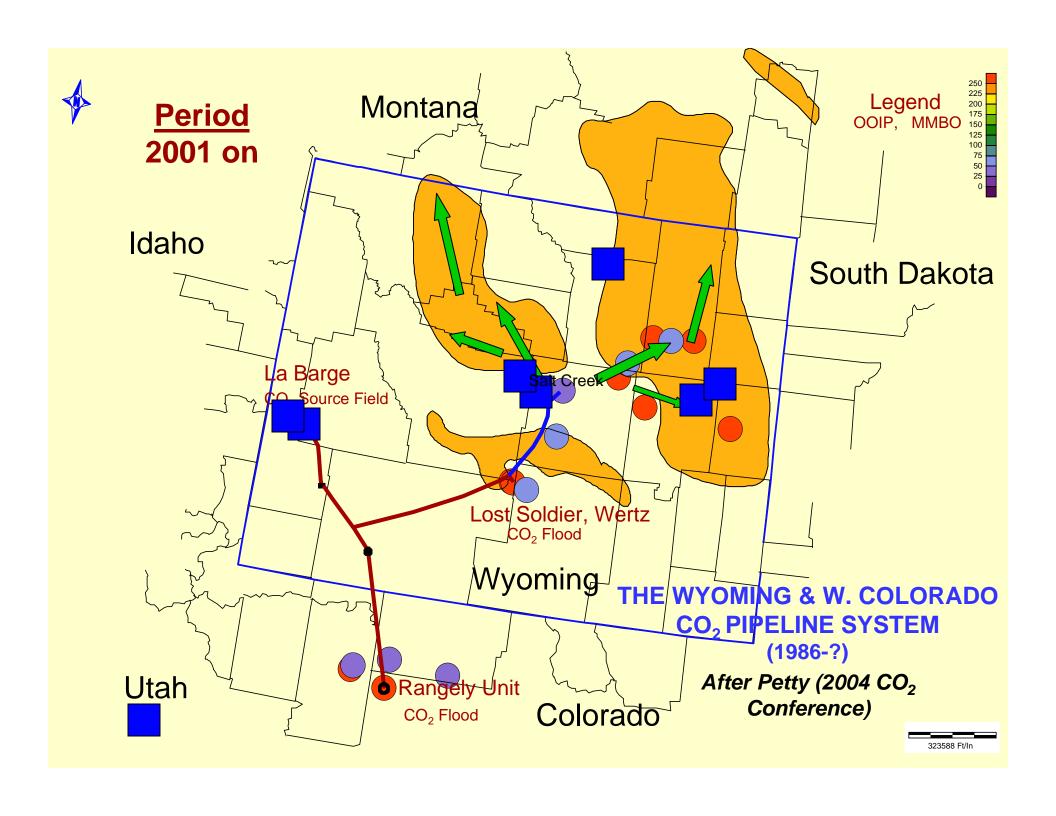
Others?

EXAMPLE NETWORKS (EXISTING)







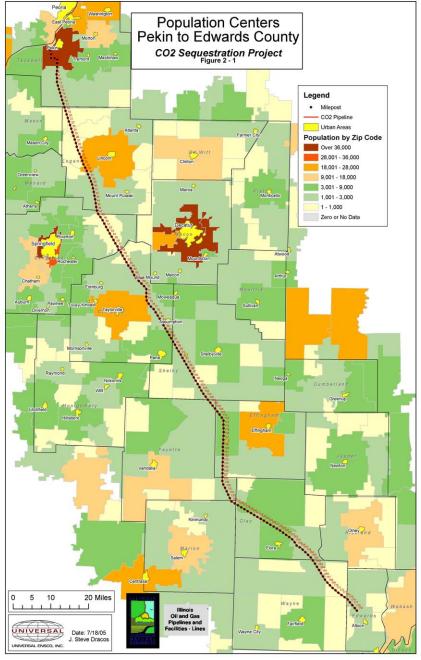


EXAMPLE NETWORKS (PLANNED)

Kinder Morgan's Proposed Sasquatch CO₂ Pipeline; Alberta, Canada

Map Here

Re: KM Personal Communication - 2007



Ref: Illinois Geological Survey - 2007

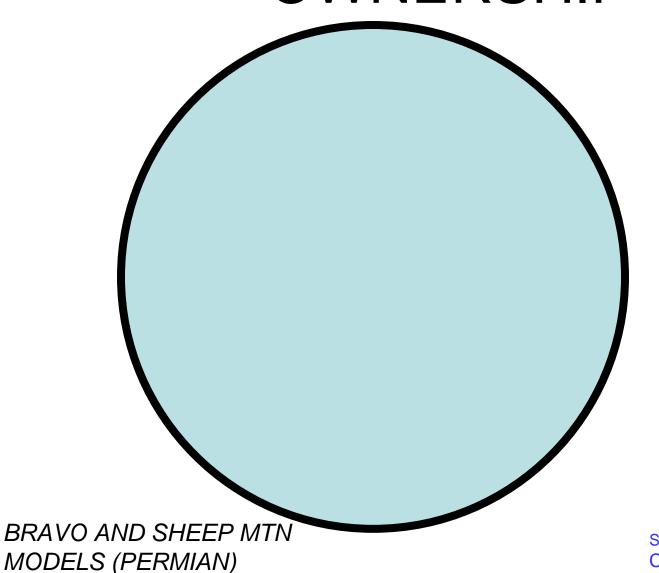
Illinois Example

- 180 mile pipeline
- 365 MMscf/d (7.7 million tonnes/yr) designed pipeline from a "CO₂ EOR" perspective
- Medium pressure

 (2,300 psig) 18-inch
 pipe, cost estimate is
 \$779,444/mile
- \$144 million installed

Ownership, Point-to-Point, and Open Access Issues

INDIVIDUAL or COMMON OWNERSHIP



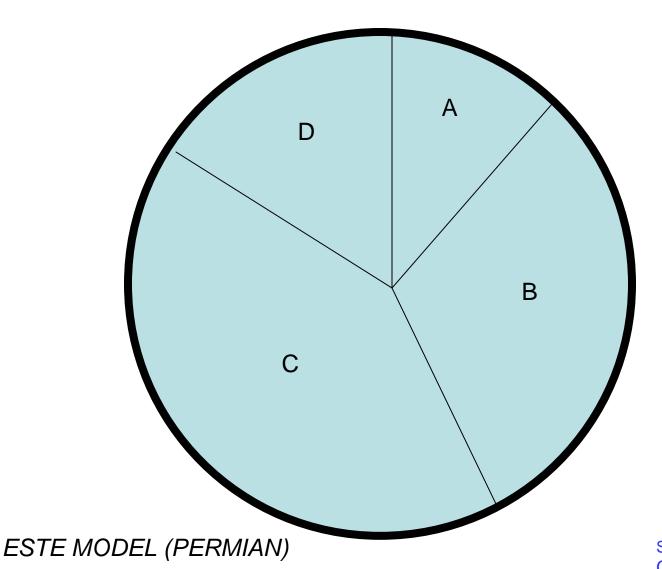
CAPACITIES
CONTRACTED BY
PL OWNER(s)/
OPERATOR

COMMON TARIFFS FOR EACH TRANSPORTER

PRIVATE PIPELINE, NO OPEN ACCESS

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DIVIDED OWNERSHIP (a)



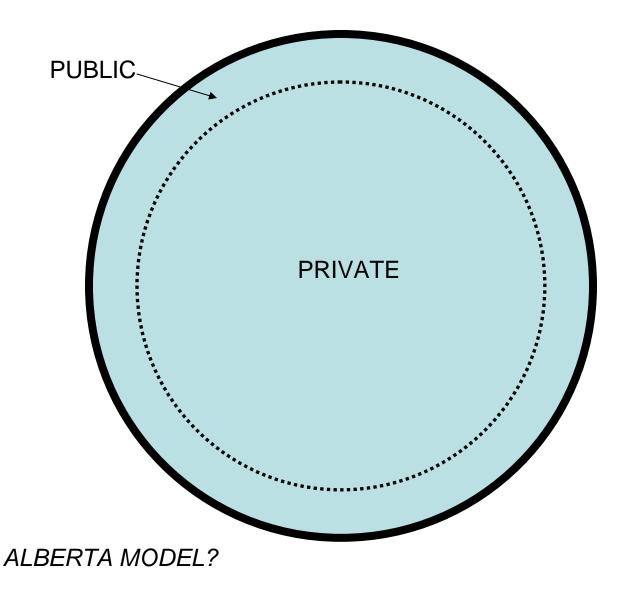
CAPACITIES CONTRACTED BY EACH OWNER

SEPARATE TARIFFS FOR EACH OWNER

PRIVATE PIPELINE, NO OPEN ACCESS

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DIVIDED OWNERSHIP (b)



CAPACITIES
CONTRACTED
BY EACH
OWNER

SEPARATE TARIFFS FOR EACH OWNER

FOR PRIVATE PORTION, NO OPEN ACCESS

ACCOMODATION FOR GROWTH

FOR 'PUBLIC' PORTION, OPEN ACCESS

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FACILATORS AND ROLES

- INDUSTRY
 - PAST SOURCE-TO-SINK MODELS DOMINATE
 - BUT EXCEPTIONS DO EXIST
 - SEPARATE PL COMPANIES AS FACILITATORS
- QUASI-GOVERNMENT
 - WYOMING PIPELINE AUTHORITY MODEL
- GOVERNMENT ROLES
 - CAPACITY ENHANCEMENTS (OWNERSHIP)
 - ROW ASSISTANCE
 - EMINENT DOMAIN
 - TRANS TEXAS CORRIDOR MODEL

LIST OF PL FACILATORS

(FOR TYPES II AND III {PARTIAL?})

- KINDER MORGAN
- TRINITY CO₂
- BLUE SOURCE
- EL PASO (CIG)
- PENN WEST
- ENBRIDGE
- SEMPRA

QUESTIONS??